

14X - TOBACCO SETTLEMENT

Operational Summary

Description:

The Tobacco Settlement Fund budgets the Board-approved uses of the County's share of the national tobacco settlement received before July 1, 2001. On November 7, 2000, the voters of Orange County overwhelmingly approved Measure H which resulted in an ordinance that restricts the use of Tobacco Settlement Revenue (TSR) received after July 1, 2001 (see Fund 13N).

The FY 2007-08 budget for this fund reflects the carryover of unspent funds allocated by Board action on December 5, 2000. At that time, the Board allocated 50% of the FY 2000-01 TSR of \$28.4 million for health care initiatives, including \$1.2 million for an ocean water quality monitoring lab. The

remaining 50% was allocated as follows: \$5.4 million for the Phase III Theo Lacy Branch Jail expansion, \$1.3 million to reimburse the County General Fund for a 60-bed secured substance abuse rehabilitation pilot program at the Theo Lacy Branch Jail, and \$7.5 million for debt reduction.

It is estimated that \$0.7 million will be spent in the 2006-07 fiscal year toward the Water Quality Lab for Health Care Agency. In the 2007-08 budget year, an additional \$0.5 million will be spent for the water quality lab, in addition to \$0.3 million interest earnings to be spent on lab equipment and supplies.

At a Glance:

Total FY 2006-2007 Projected Expend + Encumb:	720,767
Total Recommended FY 2007-2008	763,935
Percent of County General Fund:	N/A
Total Employees:	0.00

Strategic Goals:

- To use the balance of Tobacco Settlement Revenue (TSR) received in FY 2000-2001 toward constructing and equipping a Water Quality Lab in Upper Newport Bay.

Budget Summary

Proposed Budget History:

Sources and Uses	FY 2005-2006	FY 2006-2007	FY 2006-2007	FY 2007-2008	Change from FY 2006-2007	
	Actual	Budget As of 3/31/07	Projected ⁽¹⁾ At 6/30/07	Recommended	Projected Amount	Percent
Total Revenues	2,264,846	1,451,651	1,465,562	763,935	(701,627)	-47.87
Total Requirements	863,195	1,451,651	720,767	763,935	43,168	5.99
Balance	1,401,651	0	744,795	0	(744,795)	-100.00

(1) Requirements include prior year encumbrance and expenditures. Therefore, the above totals may not match FY 2006-07 projected requirements included in "At a Glance" (Which exclude these).

Columns may not total correctly due to rounding.

Detailed budget by expense category and by activity is presented for agency: Tobacco Settlement in the Appendix on page A659

14X - Tobacco Settlement

Summary of Proposed Budget by Revenue and Expense Category:

Revenues/Appropriations	FY 2005-2006		FY 2006-2007		FY 2006-2007		FY 2007-2008		Change from FY 2006-2007	
	FY 2005-2006		Budget		Projected ⁽¹⁾		FY 2007-2008		Projected	
	Actual		As of 3/31/07		At 6/30/07		Recommended		Amount	Percent
Revenue from Use of Money and Property	\$ 79,468	\$	50,000	\$	63,911	\$	19,140	\$	(44,771)	-70.05%
Total FBA	1,346,142		1,401,651		1,401,651		744,795		(656,856)	-46.86
Reserves	839,236		0		0		0		0	0.00
Total Revenues	2,264,846		1,451,651		1,465,562		763,935		(701,627)	-47.87
Services & Supplies	2,095		117,426		1,542		670		(872)	-56.55
Other Financing Uses	861,100		1,334,225		719,225		763,265		44,040	6.12
Total Requirements	863,195		1,451,651		720,767		763,935		43,168	5.99
Balance	\$ 1,401,651	\$	0	\$	744,795	\$	0	\$	(744,795)	-100.00%

(1) Requirements include prior year encumbrance and expenditures. Therefore, the above totals may not match FY 2006-07 projected requirements included in "At a Glance" (Which exclude these).

Columns may not total correctly due to rounding.